COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE COMMISSION)
OF THE ENVIRONMENTAL SURCHARGE PASSTHROUGH) CASE NO
MECHANISM OF HENDERSON UNION ELECTRIC) 96-330
CORPORATION AS BILLED FROM NOVEMBER 10, 1995)
TO MAY 9, 1996)

ORDER

IT IS ORDERED that Henderson Union Electric Corporation ("Henderson Union") shall file an original and 10 copies of the following information with this Commission, with a copy to all parties of record. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. The information requested herein is due no later than August 29, 1996.

- 1. Describe how Henderson Union proposes to return its over-recovery to non-dedicated customers. Specifically, does Henderson Union propose a dollar adjustment to the amounts billed to non-dedicated customers, a billing factor adjustment, or through the use of some other method? Why is this method reasonable?
- 2. The KWH Purchased taken from the September 1995 power bill (Item 4(a)) does not agree with the Big Rivers' invoice to Henderson Union Rurals (Item 4(d), page

1 of 9). Prepare a reconciliation of these two amounts and describe the reason(s) for the difference.

3. Refer to Item 4(d), page 4 of 9. Explain the reason(s) for the adjustment to environmental surcharge billed by Big Rivers.

Done at Frankfort, Kentucky, this 15th day of August, 1996.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director